S. 334.

IN THE SENATE OF THE UNITED STATES.

APRIL 1, 1852.

Mr. Rusk, from the Committee on the Post Office and Post Roads, reported the following bill; which was read, and passed to a second reading.

JANUARY 13, 1853.

Ordered to be printed.

A BILL

To set apart and sell a portion of the public lands for the construction of certain railroads to the Pacific Ocean.

- 1 Be it enacted by the Senate and House of Representatives
- 2 of the United States of America in Congress assembled, That
- 3 Asa Whitney, of the city of New York, and his assigns, are
- 4 hereby authorized to construct a railroad, from any point he
- 5 or they may designate, upon Lake Michigan or the Mississippi
- 6 river, at his or their option, through the public lands belong-
- 7 ing to and under the jurisdiction of the United States, on a
- 8 line as nearly straight as the face of the country will admit,
- 9 and where the streams can be bridged, to some point on the
- 10 Pacific ocean, where a suitable harbor may be had, under the
- 11 conditions hereinafter specified and stipulated by this act.
 - 1 SEC. 2. And be it further enacted, That all lands be-
 - 2 longing to or claimed by the United States, for thirty miles

wide, or five full townships of six miles each, on each side of 3 the line of the said road, and for any and all of what may 4 have been sold before this act takes effect, an equivalent num-5 ber of acres of other government lands to make the full quan-6 tity of thirty miles on each side of said road, is hereby set 7 apart and sold to the said Whitney, his heirs and assigns, for 8 the consideration of ten cents per acre, to be paid to the Uni-9 ted States, and which sale is subject to the conditions herein-10 after declared, and for the purpose of enabling said Whitney 11 and his assigns, from the sale and settlement of said lands, to 12 construct a railroad from either of the points aforesaid to the 13 Pacific ocean. And so soon as said Whitney shall have located, 14 fixed upon, and surveyed the route for one hundred miles or 15. more of said road, then all the lands for thirty miles wide on 16 17 each side of said line so designated shall be, and are hereby, set apart and held for the special purposes of this act, and sub-18 ject to the requirements and conditions thereof. 19 And so soon as said Whitney shall have located and surveyed one hundred 20 miles or more of the line of said road, he shall be entitled to select a quantity of the public land, in the same State or Ter-22 ritory, equal to the quantity which may have been sold within 23 the said limits of thirty miles on each side of said line, if so 24 much vacant land can be found in said State or Territory; if 26 not, then to be selected in any other State or Territory: 27 Provided. No lands now reserved for mineral or other pur-

poses, or gold-bearing lands, shall be subject to entry by him 28 for such equivalent under any grant contained in this bill; and, **29**. on his notifying the Commissioner of the General Land Office 30 of such selection, the same shall be withdrawn from sale, and 31 remain set apart for the object and purposes of this act, in the 32 same manner as the lands lying within the said limits of thirty 33 miles on each side of said line. And from time to time, as 34 the said Whitney shall locate and establish portions of the line **35** of said road, the lands adjoining, to the extent of thirty miles 36 on each side thereof, shall be withheld from sale, and also such 37 lands as he may select as an equivalent for the lands which 38 may have been sold or otherwise disposed of within the said 39 limits of thirty miles each side of said line. 40

SEC. 3. And be it further enacted, That, in locating said 1 route, two hundred feet in width for the entire length of the 2 road shall be appropriated expressly for said road, its stations, 3 buildings, workshops, turnouts, &c., necessary for its complete 4 operation, and shall be forever reserved for the especial pur-5 poses herein named, and shall not be transferable or subject to 6 sale by the said Whitney, his heirs and assigns, for any other 7 8 purpose.

1 Sec. 4. And be it further enacted. That no part of the lands embraced by the provisions of this act shall be applied under its authority, and for the objects specified in the same, except under the following terms and conditions, to wit: said

Whitney shall first survey, fix upon, and locate the route for 5 said road to a suitable bridging place on the Mississippi, if the 6 road commence on or near Lake Michigan, or, if commencing 7 at another point, to such distance as shall be necessary to se-8 cure the land for the purpose aforesaid. He shall also com-9 mence the work with machinery, preparations, and arrange-10 ments for its continuance, and complete twelve miles of road, 11 according to the best plan of construction of railroads in the 12 13 United States at the present day, with a single track, on a gauge or width of not less than six feet, and with an iron rail of not 14 less than sixty-four (64) pounds to the yard, at his own ex-15 16 pense, and to the satisfaction of the commissioner hereinafter 17 directed to be appointed, to be charged with the interests of 18 the United States, who shall certify to the Commissioner of the 19 General Land Office that said road has been substantially made 20 and constructed, and is in all respects in conformity to the re-21 quirements of this act, and that said road is progressing; and thereupon said Whitney, and his assigns, shall be entitled and fully authorized to sell, at public or private sale, the first six miles of the breadth of said land so set apart for the construction of said road, and one-half part of the equivalent lands selected in lieu of what may have been sold; and the Commissioner of the General Land Office shall cause patents to be issued the same as for lands sold by the government; said patents to be delivered to the said Whitney, for the purchasers 29

30 under contracts by and with him; and the title shall be the 31 same as if they had purchased directly from and paid to the government for the lands: Provided always, That if the six 32 miles by sixty, the two hundred and thirty thousand four hun-33 dred acres, shall, together, sell so as to net an average price 34 per acre of seventy-two cents, and together amount to a sum 35 exceeding the actual outlay for the ten miles of road so com-36 pleted, with the necessary bridges and machinery for its suc-37 cessful operation, then that excess, if any, shall be paid into 38 the treasury of the United States and held as a fund to continue 39 and complete the road beyond the good lands and to the Pacific. 40 41 The other half, or six miles by thirty wide on each side of said road, with the equivalent as before named, shall be held by the 42 government as a fund, to be applied to the construction of said 43 road through poor or unavailable lands, inadequate to that pur-44 pose, and subject to sale only as hereinafter declared. And the 45 road, with all its machinery, shall also be held as a security 46 that the work will be continued. And in like manner, for eight hundred miles of said route, or so far beyond as the one-half 48 or alternate six miles breadth of land so set apart, with the 49 equivalent for lands sold, shall be found of sufficient value to 50 pay for the construction of said road, said Whitney shall pro-51 ceed, in manner aforesaid, being authorized to dispose of six 52miles of said breadth of land whenever he may have con-53 structed twelve miles of the said road. But when the outlay for 54

55 any twelve miles of said road, beyond the eight hundred miles of good lands, shall be found to exceed the sum for which the 56 whole land, of thirty miles on each side thereof, is or can be 57 58 sold for, and this fact being certified by said commissioner to the General Land Office, then the said Whitney shall be, and is hereby, authorized to demand a sale of the reserved lands, 60 or such part thereof as may be necessary to supply the de-61 ficiency; which sale shall take place as hereinafter declared, 62 and the said Whitney shall receive, direct from the proceeds of 63 such sale, sufficient to reimburse his actual outlay, and the bal-64 ance, if any, after deducting the expenses of said sale, shall be 65 paid into the treasury by said commissioner, as hereinafter de-66 clared. 67

Sec. 5. And be it further enacted, That the one-half or alternate six miles by thirty miles wide, of good lands, which is by this act held to create a fund to aid in the construction of the road through the unavailable lands as aforesaid, shall be sold only as is actually demanded by this act, for and with the progress of the road, or as the said lands may be demanded for actual settlement; which shall be decided upon by the said commissioner hereinafter named, by and with the advice and consent of the said Whitney; and said sale shall be at public auction, to the highest bidder, and in lots not exceeding forty to one hundred and sixty acres, (160,) and, under the direction of said commissioner, said sale shall take place at the town

or settlement nearest to the land to be sold; and said commis-13 sioner shall cause at least six months' notice to be given before 14 said sale, in the two principal newspapers published at the city 15 of Washington; the expenses thereof, as also that attending 16 the sale, shall be paid from the proceeds of said sale, which 17 sale shall be for cash only, twenty (20) per cent. of which to 18 be paid at the day of sale, and the balance on delivery of the 19 patents, thirty days after. Any or all purchasers neglecting to 20 pay the balance on the day named for the delivery of the 21 patents, shall forfeit the twenty per cent., and the sale shall be 22 void: and the proceeds of any and all such sales, after deduct-23 ing all necessary expenses, shall be paid into and held in the 24 treasury of the United States, to be drawn for by the said 25 Whitney as the money may be wanted to continue and com-26 plete said road, but never except under the certificate from 27 said commissioner that this act has been fully complied with, 28 and that there is a deficiency of means from the lands on the 29 line of said road; and said fund shall be held in the treasury 30 only as in trust for this work, and in no way considered as be-31 longing to the treasury of the United States, while this work 32 is being carried out, and subject only to this act. 33

1 Sec. 6. And be it further enacted, That should any of 2 the lands named in the fourth section of this act, which the 3 said Whitney is authorized by said fourth section to sell for 4 his own use and benefit, remain unsold for ten years after said

road shall have been completed through them, then all and any 5 of said lands shall be sold at public auction, in the same man-6 ner as is specified in the fifth section of this act; but the pro-7 ceeds of all such sales, after deducting the necessary expenses, 8 shall belong to and be the property of the said Whitney, his : 9 heirs and assigns, and the Commissioner of the General Land 10 Office shall cause patents to issue, as before described in sec-11 tion four of this act, and they shall be given to the said Whit-12 13 ney, and from him to the actual purchasers, which shall be 14 their full and complete title from the government.

1 Sec. 7. And be it further enacted, That until patents
2 shall have issued from the General Land Office, no titles from
3 or contracts made by the said Whitney shall be considered as
4 binding on the government, and all the lands remaining un5 patented shall be exempted from taxation, as though they be6 longed to the government absolutely.

1 Sec. 8. And be it further enacted, That the said Whitney, and his assigns, shall keep said road in repair and operation, with turn-outs, building, and machinery necessary to ac-3 commodate the trade and travel on the line to the ocean and 4 to the eastern terminus, and shall not charge tolls, either for 5 passengers or freight, while the road is being built, exceeding 6 7 what is then charged by the principal railroads of the United 8 States, to be established and regulated by Congress. And the United States mails shall be furnished transportation free of 9

10 charge to the government, but not including mailable matter 11 to and from foreign countries, and also all United States troops 12 and munitions of war.

Sec. 9. And be it further enacted, That after the com-1 pletion of the whole of said road, from its eastern terminus to 2 the Pacific ocean, the lands set apart by this act for that pur-3 pose, which then remain unsold, shall be, and are hereby 4 pledged and held as a fund for operating and keeping in repair 5 said road for the period of ten years, unless it shall be found, 6 previous to such period, that the tolls are sufficient for those 7 purposes; and at the expiration of said ten years, or previ-8 ously, if the commissioner shall certify that the tolls are suffi-9 cient to operate said road and keep it in repair, and the same 10 shall be approved by Congress, then such lands remaining un-11 sold shall belong to said Whitney, his heirs or assigns, and 12 shall be disposed of at public or private sale for his or 13 their benefit, the titles to be secured by patents as is hereinbe-14 fore provided. And when said road shall be completed as 15 aforesaid, all moneys which may be in the treasury for lands 16 sold under the authority of this act, together with said road, 17 the buildings pertaining thereto, and the machinery necessary 18 for its successful operation, shall belong to and be vested in 19 said Whitney, and his heirs and assigns, but, with the excep-20 tion of the moneys, all subject to the rights of the United 21

States and the control and regulation of Congress hereinafter reserved; the moneys to be paid over to said Whitney, or his assigns, on the certificate of the commissioner that said road has been completed in conformity to the requirements of this act. But said road, buildings, and machinery, shall stand pledged as security for the payment to the United States for the lands sold by this act.

Sec. 10. And be it further enacted, That, after said 1 road shall be completed, the Congress of the United States 2 shall have power to establish and regulate its tolls or charges 3 for freight and passengers forever after; and it being intended 4 that this road shall be a free, public highway, as far as practi-5 cable, for the equal and common benefit of all the people of 6 the United States, the rates of said tolls shall be such as to 7 vield a revenue merely sufficient to keep said road in repair, 8 and defray the necessary expenses of its operation, superin-9 tendence, and other charges, including the sum of four thou-10 11 sand dollars per annum, to be allowed to said Whitney and his assigns for the care and superintendence of said road. And said Whitney and his assigns shall keep an account of the receipts or proceeds from the sale of all the lands set apart by this act for the purposes herein named, and also of the expenditures for the construction of said road, including the repairs whilst said work is being completed; and if it shall 17 appear that the outlay has exceeded the receipts, which fact 18

19 shall be certified by said commissioner to the Secretary of the 20 Treasury, and by him communicated to Congress, then such 21 additional rates of tolls may be imposed and collected, as may 22 be found necessary to reimburse the said Whitney and his 23 assigns for such deficiency. And should the business of the 24 road require more than one track, then the said Whitney and 25 his assigns are hereby authorized to construct one or more additional tracks at his or their expense, and with the consent of 26 27 the States through which said road may pass; and are hereby 28 authorized to charge tolls, both for freight and passengers, sufficient for the expenses of operation, &c., as also for a re-29 30 ward or return for the cost or outlay for such construction, 31 which, as being connected with the first track, shall together **32** be regulated and fixed by Congress: Provided, That if, after 33 the completion of the road, the said Whitney or his assigns shall neglect and fail to take reasonable and proper care and 34 35 supervision of said road, its repairs, operations, and business, 36 to the detriment of the public convenience and interest, such 37 neglect and failure to be judged of and decided by Congress, 38 it shall, in such case, be lawful for Congress to impose a penal-39 ty for such neglect, or adopt such other measures as may be necessary to insure proper care and attention to said road, and **40** the use thereof; and if such measures as may be adopted to 41 correct the evil shall not be effectual, Congress may then pro-42 vide for the appointment of some other person or persons, for 43

- 44 the general oversight and superintendence of said road, its45 repairs and operations.
 - 1 Sec. 11. And be it further enacted, That the said Whit-
 - 2 ney and his assigns may, from time to time, enter into such
 - 3 contracts and arrangement with any State through which said
 - 4 road may pass, for authority to build and operate said road, or
 - 5 any part thereof, through said State, or for any other matter of
 - 6 interest claimed under the rights and jurisdiction of any State
 - 7 through which said road may pass.
 - 1 Sec. 12. And be it further enacted, That all of that part
 - 2 of the route for said road which is not within a State, but ter-
- 3 ritory of, and under the jurisdiction of the United States, the
- 4 said road, its machinery, and appurtenances, shall be exempt
- 5 from taxation forever.
- 1 Sec. 13. And be it further enacted, That the President
- 2 of the United States, by and with the consent of the Senate,
- 3 shall appoint a commissioner, whose duty it shall be to super-
- 4 intend the interests of the United States in carrying out the
- 5 objects of this act: he shall see that the road is promptly and
- 6 properly constructed; that no waste is committed upon the un-
- 7 sold lands; and that the objects and intentions of this act are
- 8 fairly and properly carried out. That when the said Whitney
- 9 shall have, from time to time, completed the twelve miles sec-
- 10 tion of road, as hereinbefore specified by this act, "according
- 11 to the best plan of construction for a railroad at the present

day in the United States, on a gauge of not less than six feet, 12 and with an iron rail of not less than sixty-four (64) pounds to 13 14 the yard," then it shall be the duty of said commissioner, and he is hereby authorized, to grant his certificate of satisfaction 15 16 to the said Whitney that this act has been complied with. But should a disagreement arise between the said commissioner and 17 the said Whitney, relative to the manner of the construction of 18 said road, or any part thereof, such disagreement shall be re-19 ferred to two competent engineers, chosen one by each party; 20 and after examining the work, their opinion or decision, in 21 writing, shall be final and binding on said Whitney and the 22 said commissioner, who is hereby authorized to act and be 23 governed by the same; but in a case or point where the two 24 engineers selected cannot agree, then they shall select the third, **25** and the opinion or decision, in writing, of the majority, shall 26 and be final, and the said commissioner and said 27 Whitney shall so act. And in like manner for all and every 28 disagreement which may arise under this act, relative to the 29 construction of said road, the materials, the machinery, its 30 operation, and all other matters. It shall also be the duty of said 31 commissioner to superintend, and cause due notice to be given 32 of all sales of the lands named in this act, as hereinbefore 33 specified in different sections, relating to sales at public auction; and it shall be his duty to report all such sales to the General Land Office, but he shall not have power to receive

any payment for any lands sold. And it shall be the duty of 37 the said commissioner to report fully to each session of Con-38 gress as to the manner in which this act is being carried out, 39 and furnish said Whitney with a copy of said report. Said 40 commissioner shall be paid a salary not exceeding 41 per annum, to be paid out of the proceeds of lands sold under 42 this act. The referees before named in this section of this 43 dollars per day, each, for the time act shall be paid 44 actually occupied in and by the reference, and shall also be paid 45 out of the proceeds of lands sold under this act. 46 Sec. 14. And be it further enacted, That all sales at - 1 public auction of that portion of the lands under this act, as 2 described and declared in section fifth of this act, shall be made under the direction of said commissioner, as declared in 4 said fifth section, together with the register for the district nearest to where said lands are located. Said sale or sales to take place in the same manner as all sales at public auction of government lands, but for terms of payment as specified in section 9 fifth of this act; and the payment for all such sales, except as 10 specified in sections fourth and sixth of this act, shall be made to 11 the receiver of public moneys for the United States in the dis-12 trict nearest to the place of sale; and said receiver shall be responsible for and account to the treasury of the United 14 States for all such moneys so received, the same as for all

15 moneys belonging to the United States; but he shall keep a

- 16 separate and distinct account of all such moneys, and his certi-
- 17 ficate or receipt in duplicate shall be given to both the said
- 18 Whitney and the Commissioner of the General Land Office,
- 19 the same as in case of sales of public lands.
 - 1 Sec. 15. And be it further enacted, That the Secretary
 - 2 of the Treasury shall cause all moneys or funds received under
 - 3 this act to be kept safely in the treasury of the United States,
 - 4 for the especial purposes of this act, as hereinbefore declared,
 - 5 and separately and distinctly from all moneys or funds belong-
 - 6 ing to the United States; that he shall report to each session
 - 7 of Congress an accurate account of all moneys or funds re-
 - 8 ceived into, and all which may have been paid out of the
 - 9 treasury under, as also the amount in the treasury subject to,
- 10 this act. And he is hereby authorized to pay to the said
- 11 Whitney, from any funds or moneys subject to this act, from
- 12 time to time, any sum or sums which may be authorized by
- 13 the certificate from said commissioner that this act has been
- 14 complied with as hereinbefore declared.
 - 1 Sec. 16. And be it further enacted, That the said Whit-
 - 2 ney is hereby permitted, if found necessary for the construc-
 - 3 tion of said road, and purposes connected with it, to cut tim-
 - 4 ber, get stone, fuel, and other materials, from any unsold
 - 5 government lands convenient to said road.
 - 1 SEC. 17. And be it further enacted, That if said Whit-
 - 2 ney and his assigns shall not, within two years from the passage

of this act, locate and survey at least two hundred miles of said 3 road from its eastern terminus, and have commenced the work 4 and completed at least twelve miles of the road, it shall be 5 lawful for Congress, and such right is hereby reserved, to re-6 peal this act; and all rights and privileges conferred on said 7 Whitney, his heirs and assigns, shall be forfeited and cease. 8 And if, after having commenced and constructed a part of said 9 road, said Whitney and his assigns shall, without good and 10 sufficient reasons, neglect to prosecute said work, and progress 11 with the construction of said road, for the period of twelve months, 13 Congress reserves the right to revoke all the rights and privi-14 leges conferred by this act on said Whitney and his assigns, 15 and to transfer the same to some other person or persons, for carrying out and accomplishing the object contemplated by this 16 act. But in such case, said Whitney and his assigns shall possess and hold such part of the lands set apart for the construction of this road, or the avails thereof, if sold, as the length of 19 20 the road constructed may entitle him or them to, according to 21 the provisions of this act, and the route for said road shall be 22 located and surveyed from its eastern terminus to the Pacific 23 ocean, and the road constructed and completed one-third of the 24 whole extent within nine years from the passage of this act; and one other third shall be made and completed within six 25 years thereafter, and the entire road shall be finished and in a 26 condition for use within twenty-five years from the passage of 27

28 this act; and on failure of said Whitney and his assigns to 29 complete any of the sections of the said road within the period specified, without good and sufficient reasons for such neglect, 30 to be judged of by Congress, the same right is reserved to 31 Congress to revoke the right and privileges conferred on them, 32 33 and do with the same as they may deem best, the said Whitnev and his assigns retaining such part of the lands, or the 34 avails thereof, as they may be justly entitled to from the extent 35 of the road constructed, according to the provisions and re-36 quirements of this act; and Congress further reserves the right 37 38 and power, at any time, to alter or amend this act, as the pub-39 lic interest may require, so far as it can be done without impairing the rights and privileges of said Whitney and his 40 41 assigns.

Sec. 18. And be it further enacted, That should any 1 part of the route for said road run through a section of coun-2 try where the Indian titles have not been extinguished, the 3 government shall extinguish such titles so fast as the road shall 4 And the government shall, so fast as the route or 5 progress. any part or parts thereof shall have been located, cause all the 6 lands on its line embraced in this bill to be surveyed and made 7 ready for sale, as in all cases of the surveying of the govern-8 ment lands. 9

Sec. 19. And be it further enacted, That sixty (60) 1 2 miles in width of the public domain, with an equivalent number of acres for all which may have been sold or otherwise disposed 3 4 of out of the same, is also hereby set apart and sold to 5 jointly, to them, their heirs and assigns, to enable them to construct a railroad from a point on the west bank of the Missis-6 sippi river, not north of the neighborhood of Memphis, in 7 Tennessee, to run thence to the Rio del Norte and to the Pa-8 9 cific ocean, to San Diego and San Francisco, or to a suitable 10 harbor for commerce, on the same terms and conditions as for 11 the sixty miles in width of the public domain which is herein-12 before by this act set apart and sold to Asa Whitney, to enable 13 him to construct a railroad from Lake Michigan or the Mis-14 sissippi river to the Pacific ocean, on precisely the same terms and conditions in all particulars as is specified in all the fore-15 16 going sections of this act, for and to the said Whitney, as well 17 in the sale and price of the lands set apart, as in the building and operating the said railroad, and all and every particular, in 18 any and every way relating thereto.

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